DEPARTMENT OF HEALTH & HUMAN SERVICES Centers for Medicare & Medicaid Services 1301 Young Street, Room 833 Dallas, Texas 75202



Division of Medicaid & Children's Health, Region VI

April 28, 2011

Our Reference: SPA LA 10-54

Mr. Don Gregory, State Medicaid Director Department of Health and Hospitals Bienville Building 628 North 4th Street Post Office Box 91030 Baton Rouge, LA 70821-9030

Dear Mr. Gregory:

We have reviewed the proposed amendment to your Medicaid State Plan submitted under Transmittal Number 10-54. This state plan amendment revises the reimbursement methodology for small rural hospitals to reimburse outpatient hospitals services up to the Medicare outpatient upper payment limit (UPL).

In the future, when the State submits a State Plan Amendment (SPA) that may impact Indians or Indian health providers, CMS will look for evidence of the State's tribal consultation process for the SPA. Pursuant to section 1902(a)(73) of the Act added by section 5006(e) of the Recovery and Reinvestment Act of 2009, the State must submit evidence to CMS regarding the solicitation of advice prior to submission of the SPA. This consultation must include all federally recognized tribes, Indian Health Service and Urban Indian Organizations within the state.

Transmittal Number 10-54 is approved with an effective date of August 1, 2010 as requested. A copy of the HCFA-179, Transmittal No. 10-54 dated September 28, 2010 is enclosed along with the approved plan pages.

If you have any questions, please contact Ford Blunt III at (214) 767-6381.

Sincerely,

/s/

Bill Brooks Associate Regional Administrator

Enclosures